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CENTRAL INTELLIGENCE AGENCY
INFORMATION REPORT

COUNTRY Yugoslavia

SUBJECT General Directorate for Military Supplies

PLACE
ACQUIRED

DATE OF INFO

REPORT

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50X1-HUM

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REPORT

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1. The General Directorate for Military Supplies has its headquarters in Belgrade, Karadjordjeviceva Street No. 50, and is incorporated in the Ministry of National Defense of the FNRJ. Through the medium of Military Commercial Enterprises with offices in Belgrade, Zagreb, Ljubljana, Novi Sad, Sarajevo, Split, Nis and Skoplje, the Directorate provides food supplies exclusively for officers of the Yugoslav Army and their families.
2. Director for the General Directorate for Military Supplies is Nesko Dulovic. Major Leonida Kosenic is chief of the Commercial Section and is the most influential individual in the Directorate. He is a Russian by origin, but is not a member of the Communist Party. Major Pavle Krleusa is chief of the Planning and Finance Sections. The over-all aspects of the work conducted by the Directorate are controlled by Major Rade Koruga, a [redacted] Communist.
3. The distribution of supplies is effected according to the percentage of Yugoslav Army officers in the various cities. Accordingly, the Enterprises are assigned the following percentage symbols:

Belgrade	20 percent
Zagreb	14 percent
Ljubljana	14 percent
Sarajevo	12 percent
Skoplje	12 percent
Novi Sad	11 percent
Nis	11 percent
Split	6 percent

Total 100 percent

4. The procurement of supplies is based on the total number of officers and officers' dependents. UDB and Militia officers are not included because they are supplied by the Ministry for Internal Affairs. Generals are also excluded, since they are supplied through special so-called Diplomatic Commissaries in Belgrade, Nis and Zagreb. The 1949 Supply Procurement Plan of the General Directorate for Military Supplies totals one billion 890 million dinars.

This document is hereby regraded to
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letter of 16 October 1978 from the
Director of Central Intelligence to the
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Next Review Date: 2008

NO CHANGE in Class. ☐☒ DECLASSIFIED

Class. CHANGED TO: TS

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5. The net income of all military supply enterprises in 1947 was 190 million dinars, and it is not anticipated that the 1948 balance will be as high because much of the material sold in 1947 included war booty. Furthermore, the percentage of profits has currently been limited to a margin of three to ten percent.
6. On 15 April 1948, Order No. 952/2/48 established the Governmental Military Commercial Establishment in Ljubljana, with branches in Postojna, Kranj and Maribor. This organization is under the administration of the General Directorate for Military Supplies. The Director is Branko Pantic, and Branimir Ferek is chief of the Planning and Finance Sections.

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